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31 July 2007

**ASX / MEDIA RELEASE**

**JUNE 2007 QUARTERLY REPORT**

**Exploration advances in June quarter; Heavy workload expected to continue**

With exploration programs continuing on its core projects and other projects being initiated in Western Australia, **Pioneer Nickel Limited (ASX: PIO)** expects to maintain a heavy workload of field activity by itself and its joint venture partners in the first half of 2008.

During the June 2007 quarter, the company's exploration advances were achieved at its priority projects: ***the Golden Ridge JV Project*** (Farm-in Nickel) and the ***Ravensthorpe JV Project*** (Farm-in Copper-Gold.).

Pioneer Managing Director David Crook said major highlights at these projects included the completion of over 12,000m of first pass drilling and the identification of three new EM-based nickel targets at Golden Ridge; and the commencement of core drilling at Ravensthorpe.

"We are pleased to announce significant progress has been made at Ravensthorpe during the period with completion of nearly 1,000m of RC and core drilling before the winter season set in."

"Drilling access is restricted at Ravensthorpe due to a number of factors, however during the June quarter we received permits to establish drill sites in locations which will enable us to drill beneath the old mine for the first time, when drilling resumes later this year," said Mr Crook

"Activities are also continuing in the Kalgoorlie District where our priority is to generate new nickel targets at the Golden Ridge JV Project," he said.

In addition, exploration programs are scheduled at two 100%-held grass roots projects at Silver Swan Northwest and Balagundi. Mr. Crook said the company wanted to evaluate these wholly owned, large projects ahead of a decision to best derive value for the Company from them.

"We have maintained our strong cash position and from the work scheduled, expect to be in a position to announce a flow of results from intensive exploration activity in the coming quarter."

"We look forward to announcing the progress from these exploration programmes to the market in due course," he said.

-ENDS-

31 July 2007  
**ASX RELEASE**

**QUARTERLY REPORT  
FOR THE PERIOD ENDING 30 JUNE 2007**

Pioneer Nickel Limited (ASX: PIO) is pleased to provide to shareholders the June 2007 Quarterly Activities Report, which provides a summary of the progress made by your Company.

**KEY ACHIEVEMENTS JUNE 2007 QUARTER**

**Exploration:**

***The Ravensthorpe JV Project (10km SE of Ravensthorpe. Farm-in Copper-Gold).***

- Drilling for the quarter extends mineralisation by 80m north:
  - 511m of RC drilling and 457m of diamond drilling completed,
- Drill intercepts include:
  - **6m at 2.45% Cu and 9.66g/t Au**
  - **5m at 2.04% Cu and 1.04g/t Au**
  - **0.85m at 3.64% Cu and 0.69g/t Au** (80m north of northern-most mineralisation).
- 420 soil samples taken;
- 3 metallurgical samples indicate theoretical recoveries in excess of 90% possible;
- MLTEM survey at the FED prospect identifies a conductor apparently associated with copper mineralisation.

***The Golden Ridge JV Project (30km SE of Kalgoorlie. Farm-in Nickel).***

- **SQUID EM survey** locates 3 new targets;
- **12,960m of RAB/Aircore drilling** complete targeting basal ultramafic contact positions.

***The Silver Swan Northwest Project (60km N of Kalgoorlie. 100% Pioneer, Nickel-Gold)***

- New soil assays returned. A 12km gold-in-soil anomalous zone recognised;
- Open file reports record isolated RC intercept of 2m at 3.3g/t within anomalous zone.

***The Ramelius Alliance Area (70km SW of Kalgoorlie. Option and Farm-out Nickel-Gold)***

- Ramelius completed 125 RAB holes for 6,329 metres at Larkinville;
- Results include **32 metres at 2.0g/t Au.**

***The Heazlewood JV Project (NW Tasmania. Farm-out Nickel-Gold)***

- Bass Metals Limited completed a 473 sample soil geochemistry program;
- Three nickel-in-soil anomalies have been detected.

***The Acra JV Project (75km NE of Kalgoorlie. Farm-out Nickel-Gold)***

- Jubilee Mines NL completed an aircore drilling program of 3,890m at Sampson Dam.

*At the end of July 2007 Pioneer is waiting on results for over 4,000 samples submitted to three laboratories in Australia and Canada, evidencing laboratory congestion. Samples are from the Golden Ridge, Ravensthorpe and Balagundi Projects. The Company expects a flow of results will be announced as assays are received.*

**Corporate:**

- At 30 June 2007, the Company had cash reserves of \$3.28 million and no debt.
- Subsequent to the end of the quarter Ramelius Resources Limited ("Ramelius") exercised an option to acquire an 80% interest in Pioneer's nickel rights at Wattle Dam and Larkinville Projects, for \$0.7million.
- Holds 1.3 million shares in Galaxy Resources Limited. (Current market value \$0.9 million)

## 1 RAVENSTHORPE DISTRICT

- *Western Copper Pty Limited (a wholly owned subsidiary of Pioneer) has completed its expenditure obligation to earn a 75% interest in the Ravensthorpe Copper-Gold Project from Galaxy Resources Limited (“Galaxy”). The project covers the historical Mt Desmond and Elverdton Mines as well as ground prospective for VMS style massive sulphide deposits.*
- *Western Copper Pty Limited also has a 100% interest in additional tenements in the Ravensthorpe District prospective for copper and gold.*
- *Pioneer has the right to earn a 75% interest in the Aerodrome Nickel Project from Galaxy through sole funding exploration expenditure totalling \$0.5 million. The project is prospective for massive nickel sulphide mineralisation.*

### **PROJECT STATUS**

With the on-set of winter rain by the end of the quarter, work at Ravensthorpe has ceased. Geological staff and drill crews have transferred to Kalgoorlie, where drilling is continuing. Pioneer maintains a “Dry Soil” policy to avoid transmitting Die-Back fungus, and anticipates that drilling will resume in late September 2007.

Operations at the **Ravensthorpe Copper Gold JV Project** are currently focussed on the historical Mt Desmond Mine that produced copper and gold via a series of underground workings down to approximately 230m.

#### ***Drilling***

A 12 hole RC/diamond drill program was completed. Drilling tested the Desmond workings on three sections 80 metres apart with holes approximately 40 m spaced along drill traverses.

Mineralised intercepts were predominantly selvedge around mined areas and as expected, most holes intersected old workings to accurately locate where higher grade ore shoots were mined. Of interest, new mineralisation was intersected 80m north of the northern-most workings.

A Clearing Permit was recently granted which means drill sites can now be established to drill underneath the main workings for the first time, scheduled for September 2007.

Table 1 below provides a summary of significant drill results for the quarter.

#### ***Metallurgy***

Metallurgical testing has commenced, with initial theoretical evaluations indicating that recoveries in excess of 90% should be possible. Work will now test for floatation recovery, penalty elements and potential concentrate grade. Multi-element analyses of the samples indicate no elevated concentrations of standard penalty elements such as arsenic and uranium.

#### ***Regional Exploration Surveys***

Regional surveys that are current include:

- Geological mapping at 1:5,000 scale;
- Botanical surveys required ahead of applying for the next clearing permit application.
- Soil sampling. 380 to date collected on a 400x80m grid pattern.
- For the **Aerodrome JV Project** six VTEM anomalies from the June 2007 survey were tested using MLTEM. This has resulted in 3 priority drill targets for nickel.
- Follow-up MLTEM has also resolved a drill target at the **FED Prospect**. The FED is a cluster of historic copper-gold workings some 5km north of Mt Desmond.

### **KEY OBJECTIVES SEPTEMBER 2007 QUARTER**

Work Programs planned include:

- Diamond drilling beneath the old workings at Mt Desmond;
- Continuing mapping and soil geochemistry;
- Drilling at the Aerodrome JV nickel targets.

The Company has also identified a number of priority areas, based on magnetic imagery, VTEM and the historical record, where further evaluation will commence.

The Company has also commenced negotiations with another tenement holder in the Ravensthorpe District, which if successful, would result in an increased land position.

Table 1 Reverse Circulation Drill Results Ravensthorpe JV -Desmond Workings May 2007										
Hole ID	Easting	Northing	Dip	Azimuth	Total Depth	From	To	Interval	Cu %	Au g/t
DER01	235430	6276240	-60	270	72	52 62	58 64	6# 2	2.45 1.36	9.66 0.67
DER02	235450	6276240	-60	270	114	88	95	7	STOPE	
DERD04	235485	6276240	-60	270	219.9	123 131.50 131.64 141.50	125 131.62 133.20 141.85	2 0.12 1.62 0.55	1.47 3.40 STOPE 1.11	0.3 0.12 0.22
DER05	235425	6276320	-60	270	108	75 86 91	85 88 92	10 2 1	STOPE 2.38 2.68	1.01 1.96
DERD06	235460	6276320	-60	270	246.5	105 110	106 115	1 5	1.15 2.04	0.5 1.04
DERD07	235476	6276320	-60	270	263.9 Including	222.50 222.50	226.35 223.00	3.85 0.50	1.35 4.61	NSI 0.66
DER11	235380	6276400	-60	270	291.5 Including	203.48 219.40 219.95	204.21 220.25 220.25	0.73 0.85 0.30	1.08 3.64 8.61	NSI 0.69 1.54

- # includes 55-56 stope fill
- Assays were completed by KalAssay Group Perth, using a 4 acid digest and ICP-OES finish.
- Intercepts are "down-hole" metres. No estimate regarding true thickness is made or implied.

## 2 GOLDEN RIDGE JOINT VENTURE PROJECT

- The Golden Ridge Project is located 30km SE of Kalgoorlie and 30km N of Kambalda in WA.
- Pioneer has the right to earn an initial interest of 51% and up to 80% in the project from Australian Mines Limited ("AUZ").

### PROJECT STATUS

The Golden Ridge JV provides Pioneer with access to 100 km<sup>2</sup> of tenements that cover the very prospective Golden Ridge Ultramafic suite, host to the Blair Nickel Mine and other nickel mineralisation including Blair South, Area 20A, Marshall, Duplex Hill and others. The Blair Mine is excluded from the Joint Venture.

The quarter has seen substantial progress in the establishment of base-line datasets including:

- A further 150 RAB holes for 12,960m completed. No assays have been received;
- A SQUID FLTEM program comprising 5 surveys covering 5.2 km<sup>2</sup> completed to cover ultramafic contacts at the Marshall Prospect and the Blair Mine to Blair South Zone. Three priority conductors are evident, which will be tested during the September quarter.
- Down Hole EM Surveys completed on 5 RC holes drilled in the previous quarter along strike to the north and south of the Blair South Prospect and at the Marshall Prospect.
- One diamond tail was completed at the Marshall Prospect, with the hole finishing at 369m. The targeted ultramafic unit contained very minor sulphides. Sample assays are awaited.

### KEY OBJECTIVES SEPTEMBER 2007 QUARTER

- RAB drilling will continue throughout most of the September quarter testing the ultramafic contacts throughout the Project. A further 7,000m is scheduled.
- RC holes are scheduled to be drilled north of the Blair South Prospect during August 2007, to test SQUID EM anomalies.
- Two deep diamond holes will be drilled down plunge at Blair South to test EM conductors for nickel mineralisation.

### **3 SILVER SWAN NORTHWEST PROJECT**

- *The Silver Swan Project is located 50km N of Kalgoorlie.*
- *Pioneer has a 100% interest in the project.*

The Silver Swan Northwest Project is one of two grassroots projects to be brought into the exploration pipeline during the September quarter. Pioneer holds 442 km<sup>2</sup> of tenements in addition to those the subject of the Silver Swan Northwest Joint Venture with BHP-Billiton.

#### **PROJECT STATUS**

The project covers a sequence of ultramafic and mafic units, intruded by granites, which are considered prospective for nickel sulphide and gold mineralisation. The Project has received little exploration activity during the past 10 years, when preliminary evaluations were conducted for both nickel and gold. Results, while encouraging, were not followed up at the time.

#### ***Gold***

Gold-in-soil anomalies are coincident with a 12 kilometre-long structural corridor.

Within the structural corridor, previous explorer's results include:

- The "Top Prospect" where RC drilling records indicate narrow high grade zones including 1m at 36.46g/t, 1m at 11.19g/t and 2m at 4.25g/t; and
- The "Airstrip Prospect" where records indicate a single traverse of RC drilling returned gold anomalies including 2m at 3.3g/t and 1m at 1.25g/t.

#### ***Nickel***

Coincident nickel-copper anomalism is recorded in assays from RAB drilling from the 1990s. In several instances anomalism occur near the interpreted basal contact of highly magnesian ultramafic rocks. This environment is considered prospective for nickel sulphide mineralisation.

#### **KEY OBJECTIVES SEPTEMBER QUARTER**

Pioneer will complete 5,000m of RAB drilling to test gold and nickel targets; and MLTEM surveys to test basal contact nickel targets during the quarter.

### **4 BALAGUNDI PROJECT**

- *The Balagundi Project is located 20km E of Kalgoorlie.*
- *Pioneer (through Western Copper Pty Limited) has a 100% interest in the project.*

The second grassroots project to enter the pipeline is the Balagundi Project. The Project comprises three exploration licences and seven prospecting licences, totalling 123km<sup>2</sup>.

#### **PROJECT STATUS**

The Balagundi Project has a geological setting that is considered by Pioneer's geologists as consistent with that hosting volcanogenic massive sulphide deposits. This target style includes Golden Grove and Teutonic Bore Mines as Western Australian examples.

Historic drilling data from the late 1990s has been used to generate cross sections for the Trapdoor Prospect area, which includes drill holes returning:

- 4m at 3.2% Cu (as malachite) at 20-24m depth. This hole ended at 31m and is the only hole to test the mineralised horizon; and
- 4m at 1.04g/t Au.

#### **KEY OBJECTIVES SEPTEMBER QUARTER**

5 RC holes will be completed to test copper mineralisation at the Trapdoor Prospect. Based on mineralisation characteristics, geophysical programs will be planned to facilitate drill targeting.

- Following receipt of results for a 1,676 orientation soil sample program, the remainder of E27/304 and E27/310 and infill sampling of the current anomaly will commence.

## 5 RAMELIUS ALLIANCE AREA

### WATTLE DAM PROJECT

- Pioneer 100% of nickel rights.
- Ramelius holds a 100% interest in gold and tantalum rights and is earning 80% of nickel rights.

### LARKINVILLE-BULLABULLING PROJECT

- Pioneer 100% of all mineral rights.
- Ramelius may earn up to a 75% interest in the gold and tantalum and 80% of nickel rights.

Ramelius has exercised its option to purchase an 80% interest in Pioneer's nickel rights at Larkinville and Wattle Dam for \$0.7M, subject to completing \$1.0M of exploration expenditure.

RAB drilling, totalling 125 holes for 6,329 metres, has highlighted a 700 metre gold anomaly at the Larkinville Project. Significant results are listed in Table 2.

An RC drilling program of approximately 1500 metres is proposed to follow up these results.

Hole ID	Easting GDA94-51 (m)	Northing GDA94-51 (m)	Dip	Azimuth	Hole Depth	From	To	Intercept	Gold (g/t)
LWRB0051	354440	6523200	-60	270	52	0	52 eoh	52	1.4
					<b>including</b>	<b>12</b>	<b>44</b>	<b>32</b>	<b>2.0</b>
LWRB0076	354360	6523300	-60	270	52	48	52 eoh	4	1.4

- samples were assayed by Genalysis Laboratory Services Pty Ltd by aqua-regia digestion and AAS determination.

## 6 HEAZLEWOOD JOINT VENTURE

- The Heazlewood and Whyte River JV Projects are located in NW Tasmania.
- Bass Metals Limited can earn a 70% interest in these projects by expending \$0.30 million.
- Pioneer holds 150,000 shares in Bass Metals Limited

The Heazlewood Project is considered prospective for nickel and platinum group metal deposits, A 473 sample soil geochemistry program has identified three anomalous nickel zones.

The next phase of exploration will involve using infill soil sampling and geophysical methods to identify and possibly delineate shallow conductors indicating zones of nickel mineralisation.

## 7 ACRA JOINT VENTURE PROJECT

- The Acra Project is located approximately 75km NE of Kalgoorlie.
- Jubilee Mines NL ("Jubilee") holds a 60% interest and is earning a 75% interest in the project.

A 3,890 metre aircore drilling program was completed testing a gold anomaly at the Samson Prospect. Assay results have not been received.

## 8 SILVER SWAN NORTHWEST JOINT VENTURE PROJECT

- The Silver Swan Northwest JV Project is located approximately 50km N of Kalgoorlie.
- BHP Billiton has the right to earn an 80% interest in this project by expending US\$5.0 million on project exploration.

BHP Billiton has notified Pioneer that activities carried out on the Silver Swan NW Project include:

- Geochemical sampling of old Air-core drill piles
- Drilling of 2 Diamond drill holes for a total of 604.6 metres.
- Drilling of 3 water bores for the Diamond Drilling for 215m.

Two diamond drill holes were drilled to test surface MLTEM conductors. Both holes were collared in weathered ultramafic rocks, however intersected sulphidic sediments and black shales at approximately the targeted depth, considered the likely source of the respective EM conductors. No nickel sulphides were recognised. Assays are pending.

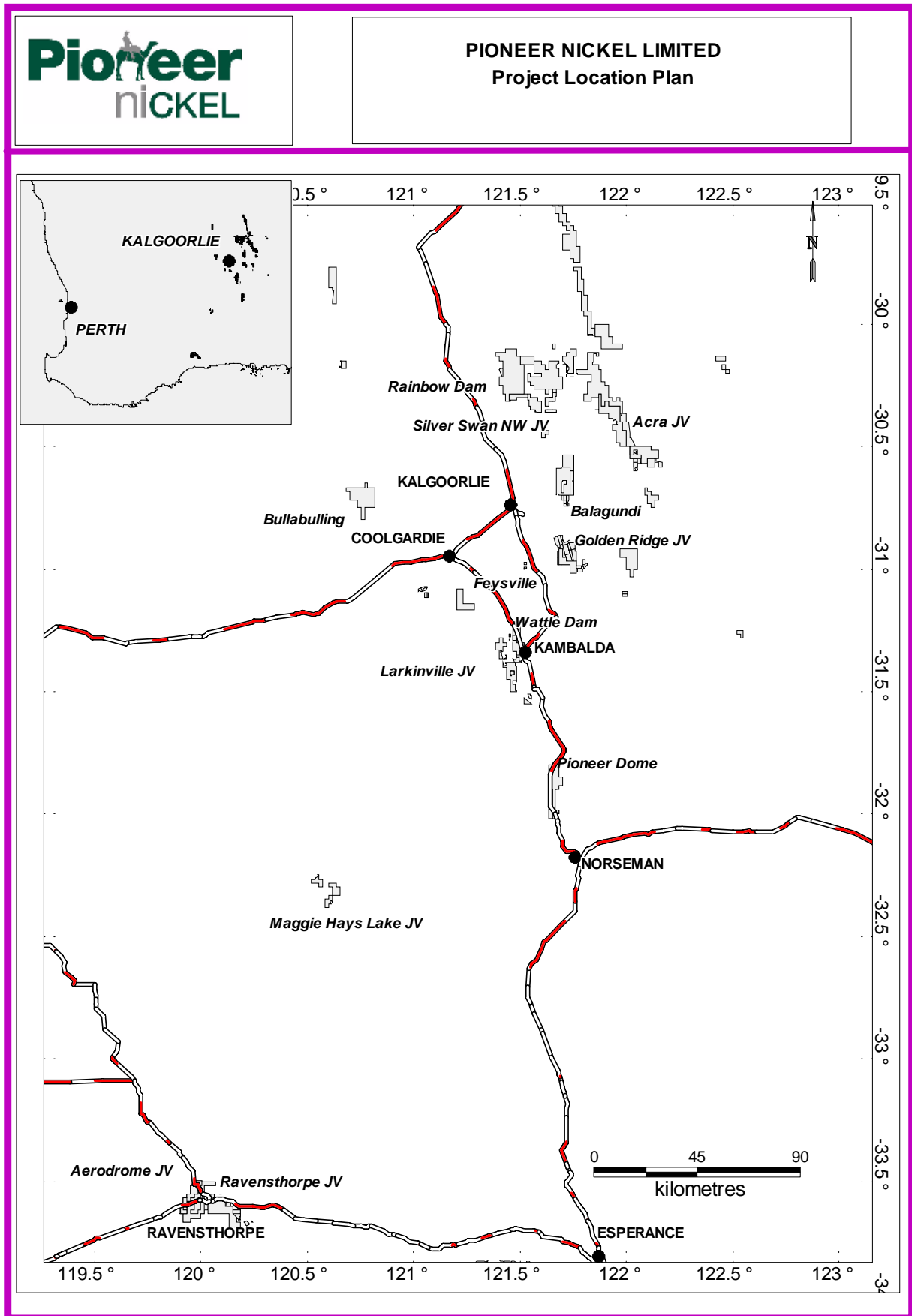


Figure 1. Pioneer Nickel Limited Project Location Plan.

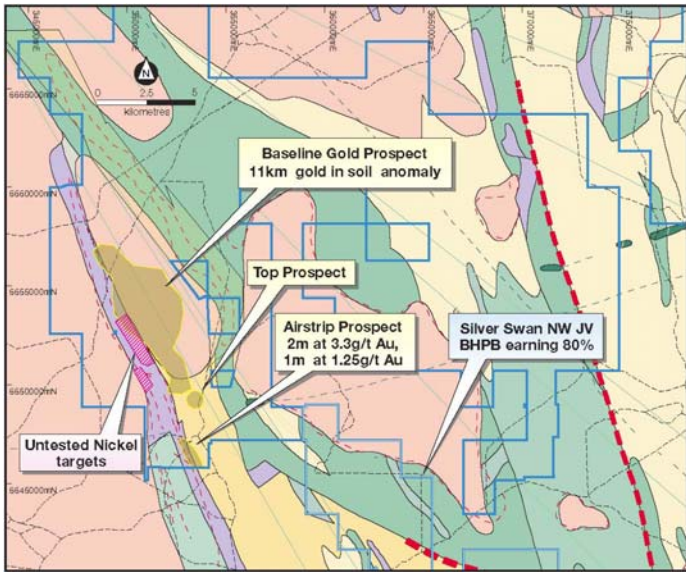


Figure 2: Silver Swan Northwest Project showing gold-anomalous zone and nickel targets.

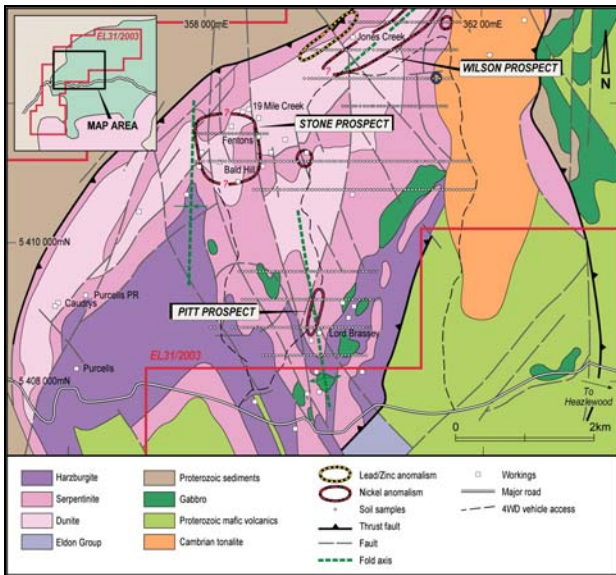


Figure 3: Heazlewood regional geological summary and anomaly positions

*David Crook*

David Crook  
 Managing Director

The information within this report as it relates to geology and mineralisation was compiled by Mr James Guy (which includes information provided by other third parties for this report). Mr Guy is a full time employee of Pioneer Nickel Limited, is a Member of the Australasian Institute of Mining and Metallurgy ("AusIMM") and is a Competent Person as defined in the Joint Ore Reserves Committee (JORC) of the AUSIMM, with over 20 years experience in the minerals industry including the activity reported. This person consents to the inclusion of this information in the form and context in which it appears in this report.

For more detailed information please see below or contact:

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## Appendix 5B

### Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001.

Name of entity

**PIONEER NICKEL LIMITED**

ABN

**44 103 423 981**

Quarter ended ("current quarter")

**30 JUNE 2007**

#### Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (12 months) \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for		
(a) exploration and evaluation	(688)	(2,266)
(b) development	-	-
(c) production	-	-
(d) administration	(278)	(887)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	43	157
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other – Farm in option fees	-	70
Receipts re: Joint venture arrangements	-	430
Sundry	2	12
<b>Net Operating Cash Flows</b>	<b>(921)</b>	<b>(2,484)</b>
<b>Cash flows related to investing activities</b>		
1.8 Payment for purchases of:		
(a) prospects	-	-
(b) equity investments	(202)	(202)
(c) other fixed assets	(62)	(114)
1.9 Proceeds from sale of:		
(a) prospects	-	-
(b) equity investments	508	508
(c) other fixed assets	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other – Payment of property bond	(2)	(6)
<b>Net investing cash flows</b>	<b>242</b>	<b>186</b>
1.13 Total operating and investing cash flows (carried forward)	<b>(679)</b>	<b>(2,298)</b>

+ See chapter 19 for defined terms.

**Appendix 5B**  
**Mining exploration entity quarterly report**

1.13	Total operating and investing cash flows (brought forward)	(679)	(2,298)
<b>Cash flows related to financing activities</b>			
1.14	Proceeds from issues of shares, options, etc.	2,108	4,952
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other – Share issue costs	(82)	(203)
<b>Net financing cash flows</b>		2,026	4,749
<b>Net increase (decrease) in cash held</b>		1,347	2,451
1.20	Cash at beginning of quarter/year to date	1,937	833
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	<b>Cash at end of quarter</b>	<b>3,284</b>	<b>3,284</b>

**Payments to directors of the entity and associates of the directors**  
**Payments to related entities of the entity and associates of the related entities**

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	\$83
1.24	Aggregate amount of loans to the parties included in item 1.10	-
1.25	Explanation necessary for an understanding of the transactions	
<div style="border: 1px solid black; padding: 5px;"> <p><i>Within item 1.2</i></p> <p>(i) Managing Director and Non-Executive Directors' remuneration - \$83k</p> </div>		

+ See chapter 19 for defined terms.

### Non-cash financing and investing activities

- 2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

NIL
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- 2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

NIL
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### Financing facilities available

*Add notes as necessary for an understanding of the position.*

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	NIL	NIL
3.2 Credit standby arrangements	NIL	NIL

### Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	785
4.2 Development	NIL
<b>Total</b>	<b>785</b>

### Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	35	50
5.2 Deposits at call	3,249	1,887
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
<b>Total: cash at end of quarter</b> (item 1.22)	<b>3,284</b>	<b>1,937</b>

+ See chapter 19 for defined terms.

**Appendix 5B**  
**Mining exploration entity quarterly report**

**Changes in interests in mining tenements**

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1 Interests in mining tenements relinquished, reduced or lapsed	M24/799	Registered Applicant	100%	0%
	M28/309	Registered Applicant	100%	0%
	M28/333	Registered Applicant	100%	0%
	M28/334	Registered Applicant	100%	0%
6.2 Interests in mining tenements acquired or increased	E28/1783	Registered Applicant	0%	100%
	E63/1182	Registered Applicant	0%	100%

**Issued and quoted securities at end of current quarter**

*Description includes rate of interest and any redemption or conversion rights together with prices and dates.*

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 <b>Preference + securities</b> <i>(description)</i>	-	-	-	-
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 <b>+Ordinary securities</b> Ordinary Shares (PIO)	89,798,479	89,798,479		Fully Paid
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	11,712,845	11,712,845		Fully Paid
7.5 <b>+Convertible debt securities</b> <i>(description)</i>	-	-		

+ See chapter 19 for defined terms.

**Appendix 5B**  
**Mining exploration entity quarterly report**

7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	<b>Options</b>			<i>Exercise price</i>	<i>Expiry date</i>
	Unlisted options (PIOAK)	3,000,000	-	25 cents each	31 Dec 2007
	Unlisted options (PIOAK)	3,050,000	-	25 cents each	31 Dec 2007
	Unlisted options (PIOAO)	3,750,000	-	25 cents each	28 Nov 2009
	Unlisted options	250,000	-	30 cents each	31 Dec 2008
	Unlisted options	500,000	-	30 cents each	1 April 2009
	Unlisted options	2,500,000	-	30 cents each	24 Nov 2007
	Unlisted options	1,000,000	-	25 cents each	31 Aug 2011
	Unlisted options	2,400,000	-	20 cents each	8 Sept 2010
	Unlisted options	2,400,000	-	22 cents each	8 Sept 2011
	Unlisted options	200,000	-	25 cents each	31 March 2012
	Unlisted options	250,000	-	25 cents each	30 June 2011
	Unlisted options	250,000	-	30 cents each	30 June 2011
7.8	Issued during quarter	200,000	-	25 cents each	31 March 2012
		250,000	-	25 cents each	30 June 2011
		250,000	-	30 cents each	30 June 2011
7.9	Exercised during quarter	-	-		
7.10	Expired during quarter (lapsed)	-	-		
7.11	<b>Debentures</b> <i>(totals only)</i>				
7.12	<b>Unsecured notes</b> <i>(totals only)</i>				

**Compliance statement**

- This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act [or other standards acceptable to ASX \(see note 4\)](#).
- This statement does give a true and fair view of the matters disclosed.



Sign here: ..... Date: 29 July 2007  
 Company Secretary  
 Print name: JULIE-ANNE WOLSELEY

**Notes**

- The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.

+ See chapter 19 for defined terms.

**Appendix 5B**  
**Mining exploration entity quarterly report**

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- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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+ See chapter 19 for defined terms.